

HIGHSIGHT

**FINANCIAL STATEMENTS
YEARS ENDED
JUNE 30, 2025 AND 2024**

HIGHSIGHT

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
HighSight
Chicago, Illinois

Opinion

I have audited the accompanying financial statements of HighSight (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of HighSight as of June 30, 2025 and 2024, and the changes in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of HighSight and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Highsight's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibility for the Audit of the Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

Auditor's Responsibilities for the Audit of the Financial Statements – continued

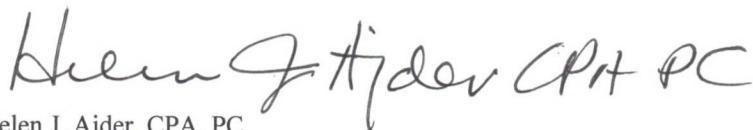
In performing an audit in accordance with generally accepted auditing standards, I:

- . Exercise professional judgment and maintain professional skepticism throughout the audit.
- . Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- . Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Highsight's internal control. Accordingly, no such opinion is expressed.
- . Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- . Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Highsight's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that I identified during the audit.

Report on Summarized Comparative Information

I have previously audited HighSight's 2024 financial statements, and I expressed an unmodified audit opinion on those audited financial statements in my report dated October 7, 2024. In my opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.


Helen J. Ajder, CPA, PC
Chicago, IL
September 18, 2025

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STATEMENTS OF FINANCIAL POSITION JUNE 30, 2025 AND 2024

ASSETS

	<u>2025</u>	<u>2024</u>
CURRENT ASSETS		
Cash in banks	\$ 1,728,549	\$ 1,223,585
Cash in bank - with donor restrictions	-	4,510
Due from IL tax credit scholarships	-	4,585
Prepaid expense	<u>36,468</u>	<u>10,402</u>
Total current assets	1,765,017	1,243,082
FURNITURE		
Furniture fixtures and computers	<u>34,035</u>	<u>34,035</u>
Less: accumulated depreciation	<u>34,035</u>	<u>34,035</u>
Net	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$ 1,765,017</u></u>	<u><u>\$ 1,243,082</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	52,000	19,750
Due to Highsight	<u>-</u>	<u>4,585</u>
Total current liabilities	52,000	24,335
COMMITMENTS AND CONTINGENCIES	-	-
NET ASSETS		
Without donor restrictions	1,713,017	1,216,017
With donor restrictions	<u>-</u>	<u>2,730</u>
Total net assets	<u>1,713,017</u>	<u>1,218,747</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,765,017</u></u>	<u><u>\$ 1,243,082</u></u>

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STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS FOR THE YEARS ENDED JUNE 30, 2025 and 2024

PUBLIC SUPPORT, REVENUES AND RECLASSIFICATIONS	2025			2024	
	Without Donor Restrictions	With Donor Restrictions	Total	Total	
Grants	\$ 873,210	\$ -	\$ 873,210	\$ 509,932	
Donations	428,669	-	428,669	321,253	
Special events and fundraising - net	206,097	-	206,097	207,323	
IL tax credit scholarships	-	-	-	89,995	
Commissions earned - ITC	-	-	-	-	
Investment income/loss	36,715	-	36,715	26,337	
Unrealized gain on investments	22,168	-	22,168	19,434	
 Total Public Support, Revenues	 1,566,859	 -	 1,566,859	 1,174,274	
 EXPENSES					
Program Service					
Tuition and scholarships	341,500	-	341,500	241,225	
ITC scholarships	-	-	-	255,386	
Academic, college prep and summer programs	541,183	-	541,183	475,949	
Supporting Services					
Administrative	56,232	-	56,232	52,270	
Fundraising	133,674	-	133,674	123,672	
 TOTAL EXPENSES	 1,072,589	 -	 1,072,589	 1,148,502	
 CHANGE IN NET ASSETS	 494,270	 -	 494,270	 25,772	
 NET ASSETS, BEGINNING OF YEAR	 1,218,747	 -	 1,218,747	 1,192,975	
 NET ASSETS, END OF YEAR	 <u>\$ 1,713,017</u>	 <u>\$ -</u>	 <u>\$ 1,713,017</u>	 <u>\$ 1,218,747</u>	

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STATEMENTS OF CASH FLOWS YEARS ENDED JUNE 30, 2025 AND 2024

	2024	2024
CASH FLOWS UTILIZED BY OPERATING ACTIVITIES:		
Change in unrestricted net assets	\$ 494,270	\$ 195,448
Adjustments to reconcile change in unrestricted net assets to net cash provided by (used in) operating activities:		
Non - cash items		
Depreciation	-	-
(Increase) decrease in prepaid expenses	(26,066)	(2,782)
Increase (decrease) in accounts payable and tuition payable	<u>32,250</u>	<u>8,711</u>
Net cash provided by (used in) operating activities	<u>500,454</u>	<u>201,377</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Increase (decrease) value in investment account	<u>9,095</u>	<u>16,372</u>
Net cash provided by (used in) investing activities	<u>9,095</u>	<u>16,372</u>
CASH FLOWS UTILIZED BY FINANCING ACTIVITIES:		
Due from IL tax credit account	<u>(4,585)</u>	<u>(6,006)</u>
Net provided by (used in) financing activities	<u>(4,585)</u>	<u>(6,006)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	504,964	211,743
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>1,223,585</u>	<u>1,011,842</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,728,549</u>	<u>\$ 1,223,585</u>

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:

Income tax paid	\$ -	\$ -
Interest paid	\$ -	\$ -

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STATEMENT OF FUNCTIONAL EXPENSES YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
PROGRAM SERVICES:		
Tuition and scholarships	<u>\$ 341,500</u>	<u>\$ 241,225</u>
Academic, college prep and summer programs		
Outings and activities	\$ 85,497	\$ 52,979
Salaries and benefits	399,762	364,713
Meetings	4,350	3,713
Printing and postage	3,168	6,095
Office supplies	9,410	11,967
Rent	24,300	21,600
Repairs and maintenance	-	1,282
Insurance	11,290	10,319
Telephone	<u>3,406</u>	<u>3,281</u>
Total	<u>\$ 541,183</u>	<u>\$ 475,949</u>
SUPPORTING SERVICES:		
Administrative		
Salaries and benefits	\$ 46,658	\$ 42,567
Printing and postage	244	469
Office supplies	523	665
Rent	1,350	1,200
Repairs and maintenance	-	71
Insurance	1,768	1,616
Professional fees	5,500	5,500
Telephone	<u>189</u>	<u>182</u>
Total	<u>\$ 56,232</u>	<u>\$ 52,270</u>
Fundraising		
Salaries and benefits	\$ 129,606	\$ 118,243
Printing and postage	1,462	2,813
Office supplies	523	665
Rent	1,350	1,200
Repairs and maintenance	-	71
Insurance	544	497
Telephone	<u>189</u>	<u>183</u>
Total	<u>\$ 133,674</u>	<u>\$ 123,672</u>

HIGHTSIGHT

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

NOTE 1 – Organization and Purpose

HighSight provides scholarships, tutoring, mentoring, leadership development, and college readiness programs that create new possibilities for Chicago high school students from low-income families. The HighSight experience empowers our scholars to excel in high school and graduate from four-year colleges across the country. The organization provides:

HIGH SCHOOL SCHOLARSHIPS: Highsight provides partial four-year scholarships for eighth-grade students to attend private high schools in Chicago. Families must apply and receive financial aid from the high school, in addition to paying a portion of the tuition themselves. Currently, HighSight partners with 14 high schools in Chicago.

ACADEMIC PROGRAM: HighSight scholars meet twice a week with adult volunteer tutors for academic support.

COLLEGE COUNSELING: As the goal of every HighSight scholar is to attend college, HighSight provides a number of activities to help them achieve that goal, such as application workshops, college visits, interviews and financial aid award workshops. Students are provided with a disciplined college counseling formula, application and essay assistance, onsite college interviews, and financial aid support to attend elite college and universities across the country.

FIRST YEAR SUMMER BRIDGE: The summer before entering high school, the first-year students attend afternoon academic sessions where they focus on reading, math, character development and study skills. It is part of the extra edge that sets a HighSight scholar apart from other students. The summer culminates with a three-day leadership and team-building workshop.

SOPHOMORE SUMMER BRIDGE: During their second summer, scholars participate in a variety of activities throughout their summers with a writing course, ACT prep, academic skill-building and college knowledge workshops.

SUMMER INTERNSHIPS AND LEADERSHIP: The summer before junior year, the scholars are employed with paid summer internships to introduce them to the financial services sector, law firms, government offices and medical research. The goal is to give the students a look into the business world and other career opportunities.

INDEPENDENT SUMMER LEARNING: All rising seniors attend a multi-week summer experience outside of Chicago. The students attend independent summer programs including residential programs at prestigious boarding schools and colleges or learning-abroad programs to places like China, Denmark, Japan, South Korea and Morocco.

COLLEGE SCHOLARS: HighSight College Scholars program works with additional high school seniors, beyond those in our four-year scholarship program. Students are provided with a disciplined college-counseling formula, application and essay assistance, onsite college interviews, and financial aid support to attend elite colleges and universities across the country.

HighSight's support comes primarily from foundations and special events, as well as individual donor contributions.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

NOTE 1 – Organization and Purpose – continued

The Organization was incorporated August 31, 1995 (State of Illinois) and began operations on January 1, 1996.

NOTE 2 - Basis of Presentation

The financial statements are prepared in accordance with the accrual basis method accounting. Under this method, income is recognized when earned and expenses are recognized when incurred.

Revenues and contributions are recorded as without donor restrictions or with donor restrictions depending existence or nature of any donor restrictions. The Organization reports contributions received and other assets as with donor restrictions if the contributions are received with donor stipulations that limit the used of the donated assets.

Net assets

Net assets and revenues are classified based upon the existence or absence of donor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets available for use in general operations and not subject to donor restrictions.

Net assets with donor restrictions – Net assets subject to donor imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted grants and contributions in which the restrictions are met in the same reporting period are reported as support without donor restrictions.

NOTE 3 - Summary of Significant Accounting Policies

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those assumptions and estimates.

Functional allocation of expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses present the natural classification detail of expense by function. Accordingly, certain costs have been allocated among the programs and the supporting services benefited.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

NOTE 3 - Summary of Significant Accounting Policies – continued

Cash and Cash Equivalents

The Organization considers all cash, savings and checking accounts, and highly liquid investments with a maturity of three months or less at the date of purchase, to be cash and cash equivalents.

The Organization maintains cash balances at various banking institutions located in the Chicagoland area. In the normal course of business, the Organization may have amounts on deposit at financial institutions that exceeds the amount covered by FDIC insurance. As of June 30, 2025, there were two account that exceeded the FDIC insurance limit. The Organization does not believe it is exposed to any significant credit risk relating to uninsured deposits.

Receivable - Grants

Receivable - grants consists of support grants from government agencies or foundations that the Organization has received notification of approval. At year end June 30, 2025 and 2024 there were no outstanding receivable grant balances.

Property and Equipment

The Organization's policy is to capitalize property and equipment additions over \$1,000 and to depreciate them using the straight-line method over their estimated useful lives ranging from three to thirty years. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose.

Maintenance and repairs which neither materially add to the value of the property nor appreciable prolong its life, are charged to expense as incurred.

Allowance for Doubtful Accounts

The Organization uses the allowance method to account for uncollectible accounts receivable. Under this method, accounts receivable are stated at the amount that management expects to collect from outstanding balances. Based upon assessment of the current status of individual receivable accounts, bad debt expense is charged against the allowance account. Balances, which remain outstanding after management has used reasonable collection efforts, are written off as a charge to the allowance account.

The accounts receivable are expected to be collected, therefore, no allowance for doubtful accounts has be recorded.

Contributions Received or Made

The Organization has adopted the provisions of ASC - 958 ("ASC") Accounting for Contributions Received and Made which provides that contributions received are recorded as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

NOTE 3 - Summary of Significant Accounting Policies (continued)

Tax Exempt Status

The Organization is a nonprofit organization which has been granted tax-exempt status as a public charity under Section 501 (c) (3) of the Internal Revenue Code. The Organization would be required to pay income taxes on any net unrelated business income. During year end 2025 and 2024, the Organization did not engage in unrelated business activities.

Donated Services

No amounts have been reflected in the financial statements for donated services because the criteria for recognition under ASC - 958 ("ASC") Accounting for Contributions Received and Made have not been satisfied. The Organization pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific assistance programs, fund raising activities, building remodeling and various committee assignments. The Organization receives more than 1,000 volunteer hours per year.

Special Events and Fundraising - Net

During the year ended June 30, 2025 the Organization held various fundraising events. The breakdown is as follows:

	<u>Revenue</u>	<u>Expense</u>	<u>Net</u>
Eve of the Eve	\$ 163,059	\$ 102,894	\$ 60,165
Scholarship Dinner	174,983	39,348	135,635
Others	12,745	2,448	10,297
Total	<u>\$ 350,787</u>	<u>\$ 144,690</u>	<u>\$ 206,097</u>

NOTE 4 - Tuition Payable

As part of the Organization's mission, it provides scholarships to enable its students to attend various private high schools. The Organization has entered into various arrangements with these schools to pay a portion of student's tuition. At year end June 30, 2025 and 2024, tuition payable due was \$46,500 and \$14,250 respectively.

NOTE 5 - Commitments and Contingencies

Tuition Payable - Scholarships

At year end June 30, 2025 the Organization is planning to assist approximately 133 scholarship students at various private high schools for the school year of September 2025 thru June 2026. Management estimates tuition commitments at \$400,00 for the year ended June 30, 2026.

At year end June 30, 2025 the Organization planned to assist approximately 123 scholarship students at various private high schools for the school year of September 2024 thru June 2025. Management estimated tuition commitments at \$ 375,000 for the year ended June 30, 2025. The actual cost was \$341,500 for 120 students.

These commitments are contingent upon the student scholar maintaining a defined level of scholastic performance, the high school participation in the scholarship program and other factors.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

NOTE 5 - Commitments and Contingencies - continued

Lease

As of July 1, 2020, the Organization entered into a lease agreement for office and academic program space at 1711 North Cleveland Street, Chicago, Illinois with St. Michael's Church. The lease term is for five years commencing July 1, 2020. The lease can be renewed at the end of the five year period, for an additional five years at the market rate at that time. At June 30, 2024, the lease was renewed for five years.

NOTE 6 - Employee Benefit Plan

The Organization sponsors a Simple IRA retirement plan that covers all full time employees. For the years ended June 30, 2025 and 2024 the contributions to the plan were \$ 19,101 and \$ 12,066 respectively.

NOTE 7 – Liquidity and Availability

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following at June 30, 2025:

Financial assets at year-end, net of current liabilities:

Cash and cash equivalents	\$ 1,728,549
Less: Current liabilities	<u>(52,000)</u>
Total financial assets, net of current liabilities	\$ 1,676,549

NOTE 7 – Liquidity and Availability – continued

Financial assets available to meet cash needs for general expenditures over the next twelve months. \$1,676,549

NOTE 8 - Subsequent Events

Management has evaluated subsequent events through September 18, 2025, the date which the financial statements were available for issue and there were no reportable subsequent events.